

Legislative Analysis



TRANSPORTATION NETWORKS FEE SUNSET EXTENSIONS

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Senate Bill 442 as passed by the Senate
Sponsor: Sen. Adam Hollier
House Committee: Appropriations
Senate Committee: Appropriations
Complete to 9-6-19

SUMMARY:

Senate Bill 442 would amend the Limousine, Taxicab, and Transportation Network Company Act (2016 PA 345) by extending the sunset on fees assessed under the statute for registration application and annual registration fees for limousine carriers, taxicab carriers, and transportation network companies, which will mature on March 21, 2020. The bill would maintain the FY 2018-19 fee amounts by maintaining the fees (which would otherwise be eliminated) for an additional three years, through March 21, 2023.

Application fees are assessed according to the following schedule:

Registration Application Category	Fee Amount
10 or fewer vehicles	\$25
11-25 vehicles	\$50
More than 25 vehicles	\$100

The annual registration fee for the first vehicle is \$100, and for two to nine vehicles the registration fee is \$50 per vehicle. Thereafter, fees are assessed according to the following schedule:

Vehicles Being Registered	Registration Fee
10 Vehicles	\$550
11-25 Vehicles	\$1,000
26-100 Vehicles	\$2,500
101-500 Vehicles	\$5,000
501-1,000 Vehicles	\$10,000
More than 1,000 Vehicles	\$30,000

MCL 257.2104

FISCAL IMPACT:

The bill would maintain the current level of revenue collected by the Department of Licensing and Regulatory Affairs (LARA), to the extent that LARA would continue collecting revenue generated by the fees that would otherwise sunset. Revenue generated from the fees is statutorily restricted for enforcement and administration of the act. An estimate provided by the State Budget Office indicates that resulting revenue loss if the sunset is not extended would total approximately **\$300,000**.

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